

*Approved February 28, 2008*

## **Library of California Board Teleconference Meeting October 31, 2007**

**California State Library  
900 N Street, Room 501  
Sacramento, California**

## **CALL TO ORDER AND INTRODUCTIONS**

12 Vice-President Penny Kastanis convened the Library of California Board Teleconference Meeting  
13 at 9:15 a.m.on October 31, 2007 from the California State Library, the host location site for the  
14 teleconference. She then welcomed Board Members, staff and audience participants and called for  
15 introductions.

16      **Board Members Present:** President Paymaneh Maghsoudi, Vice-President Penny Kastanis, Anne  
17      Bernardo, Tyrone Cannon, Victoria Fong, Jane Lowenthal, and Judy Zollman.

**California State Library Staff Present:** State Librarian Susan Hildreth, Tom Andersen, Gerry Maginnity, Sandy Habbestad.

**Audience Participants:** Vera Skop, Serra Cooperative Library System

21 With a quorum present Vice-President Kastanis called for a motion to approve the meeting agenda.

## **ADOPTION OF AGENDA**

*It was moved, seconded (Fong/Lowenthal) and carried unanimously that the Library of California Board adopts the agenda of the October 31, 2007 meeting as presented.*

## **REPORTS TO THE BOARD**

## 30 Chief Executive Officer's Report

32 Susan Hildreth welcomed the Board and audience to the first teleconference meeting. She reported  
33 that the state budget passed with \$7 million in CLSA reductions. Hildreth stated that the reason the

1 Board was coming together today was to approve a reduced CLSA budget appropriation and an  
2 increase in the percentage withheld from Transaction-Based Reimbursement (TBR) payments so as to  
3 process first quarter claims to participants. She stated that the California Library Association (CLA)  
4 was mounting a campaign to restore the \$7 million to TBR and the \$7 million to the Public Library  
5 Foundation (PLF) fund that was also reduced in the State Budget Act.

6 **2007/08 CLSA Budget**

7 Sandy Habbestad read the motion for consideration.

8 *It was moved, seconded (Lowenthal/Fong) and carried unanimously that the*  
9 *Library of California Board adopts the 2007/08 CLSA Budget, reduced by \$7*  
10 *million in the State Budget Act, as displayed in the chart entitled "Recommended*  
11 *2007/08 CLSA Baseline Budget by Program," and that the chart be included in the*  
12 *minutes of this meeting. (See Attachment A)*

13 **CLSA Interlibrary Loan and Direct Loan Programs**

14 Habbestad read the motion for consideration.

15 *It was moved, seconded (Fong/Cannon) and carried unanimously that the Library*  
16 *of California Board directs its Chief Executive Officer to increase the amount to*  
17 *withhold from all CLSA ILL and Direct Loan Program reimbursement payments to*  
18 *65% throughout the 2007/08 fiscal year and that, after determining the full State*  
19 *cost of the ILL and Direct Loan programs for 2007/08, directs the CEO to pay the*  
20 *full amount remaining due to each participating library if sufficient funds remain*  
21 *in the 2007/08 TBR Program appropriation, or to prorate the final payment*  
22 *equitably if insufficient funds remain in the program appropriation.*

23 **PUBLIC COMMENTS**

24 Vera Skop, Serra Cooperative Library System, stated that she was saddened by the reduction in  
25 the TBR and PLF budgets and that Serra member libraries would do their best to move forward.  
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1    **BOARD COMMENTS**

2       Vice-President Kastanis stated that the City of Sacramento is facing a \$55 million deficit,  
3       which would affect the Sacramento Public Library in addition to the state budget reductions, and  
4       requested that members make their voices heard through their legislative contacts.

5       Member Lowenthal stated her concern for the possibility of not meeting the Maintenance of  
6       Effort (MOE) needed for continued LSTA funding due to the reduction in the amount of funding  
7       for TBR.

8       Hildreth commented that there is a three year cycle for federal funding with regard to meeting  
9       the Maintenance of Effort. She stated that the State Library was working with the Department of  
10      Finance to educate them on the effort. Hildreth stated that the Legislature tried to put forth a \$1  
11      million augmentation for PLF in the 2007/08 budget, without success; and they tried to keep the  
12      \$14 million in TBR and PLF until it was vetoed by the Governor.

13      Member Fong urged members to take a stand and support CLA's efforts for increased funding  
14      for TBR and PLF.

15      Hildreth responded to a question about the Southern California wildfires stating that no library  
16      buildings were lost, but the San Diego County Library system was hit very hard.

17    **ADJOURNMENT**

18      With there being no further business to come before the Board, Vice-President Kastanis adjourned  
19      the teleconference meeting of the Library of California Board at 9:30 a.m. on October 31, 2007.

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## RECOMMENDED 2007/08 CLSA BASELINE BUDGET BY PROGRAM

PROGRAM	2006/07 CLSA BASELINE BUDGET	2007/08 ADJUSTMENTS	2007/08 CLSA BASELINE BUDGET
Transaction Based Reimbursements	\$ 18,616,000	(\$7,000,000)	\$ 11,616,000
Consolidations & Affiliations	-0-	-0-	-0-
Statewide Data Base	-0-	-0-	-0-
System Advisory Boards	27,260	-0-	27,260
System Reference	1,608,340	-0-	1,608,340
System Communications & Delivery	1,090,400	-0-	1,090,400
System Planning, Coordination, & Evaluation	-0-	-0-	-0-
Statewide Communications & Delivery	-0-	-0-	-0-
State Reference Centers	-0-	-0-	-0-
Total	\$21,342,000	(\$7,000,000)	\$14,342,000